

MEMBER: Senator Jack Donahue PROPOSAL#: Donahue #01 REFERRED TO AG on: Dup & Non-Essen Svcs
SUBJECT: General Fund Appropriations DATE REPORTED BY AG: _____ REPORT: _____
COMMISSION ACTION: _____ DATE: _____

RECOMMENDATION:

Except as required by the federal government, the Louisiana Constitution, or court order, limit State General Fund appropriations in FY 10-11 and FY 11-12 for operating expenses of each budget unit to no more than 98% of each fiscal year's appropriation while, at a minimum, providing the same kind and level of needed services as provided in the prior fiscal year through increased productivity.

Summary Description/Nature of Change	Key/Implementation Responsibilities	Need	Action Needed	Benefit/Saving	Done/ Study
Except as required by the federal government, the Louisiana Constitution, or court order, limit State General Fund appropriations in FY 10-11 and FY 11-12 for operating expenses of each budget unit to no more than 98% of each fiscal year's appropriation while, at a minimum, providing the same kind and level of needed services as provided in the prior fiscal year through increased productivity.	Governor, budget units, the State Board of Elementary and Secondary Education, and Legislature	Increase productivity so that, at a minimum, the same kind and level of needed services are provided in the succeeding fiscal year.	Governor's budget formulation, BESE revision of MFP formula, Legislative appropriations	Two percent reduction in State General Fund appropriations each budget unit would amount to estimated savings of \$124,000,000 per fiscal year.	Process can be initiated for FY 10-11 through executive action and by legislative appropriation.